

**BEFORE THE DEPARTMENT OF COMMERCE AND INSURANCE  
FOR THE STATE OF TENNESSEE**

<b>IN THE MATTER OF:</b>	)	
	)	<b>No.: 05-054</b>
<b>UNITED STATES LETTER CARRIERS</b>	)	
<b>MUTUAL BENEFIT ASSOCIATION</b>	)	

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**ORDER ADOPTING EXAMINATION REPORT WITH DIRECTIVES**

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Pursuant to Tenn. Code Ann. §§ 56-25-1101, *et seq.*, and §§ 56-1-401, *et seq.*, the Insurance Division of the State of Tennessee Department of Commerce and Insurance (hereinafter referred to as the “Division”) has examined certain affairs of United States Letter Carriers Mutual Benefit Society (hereinafter also referred to as the “Company”), a fraternal benefit society domiciled in the State of Tennessee. As a result of an examination conducted as of the 30<sup>th</sup> day of December, 2004, the examiner-in-charge filed with the Division, on the 28<sup>th</sup> day of July, 2005, a verified, written report on examination, and a copy of that report has been sent to United States Letter Carriers Mutual Benefit Society. (The Report on Examination of United States Letter Carriers Mutual Benefit Society is attached hereto and marked as Exhibit A). The Division received no written rebuttal to said examination report from the Company.

Pursuant to Tenn. Code Ann. § 56-25-1604 and § 56-1-411, said examination report regarding the affairs of United States Letter Carriers Mutual Benefit Association, filed with the Insurance Division of the State of Tennessee Department of Commerce and Insurance on the 28<sup>th</sup> day of July, 2005, is hereby **ADOPTED** as filed with the following **DIRECTIVES**:

1. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-53-111(b) by ensuring that on all applications for insurance and all claims forms that an anti-fraud statement that complies with the law is permanently affixed to the application or claim form.
2. The Company is **DIRECTED** to comply with Tenn. Code Ann. § 56-1-501(g) by filing accurate annual statements and preparing its financial statements in accordance with the National Association of Insurance Commissioners' Accounting Practices and Procedures Manual. The Company is further **DIRECTED** to correct its prior filing by filing an amended "Form D" with the Department that accurately reflects the correct par values for its bond investments.

The company shall comply with the directives contained in this order within thirty (30) days of its entry.

The adoption of this examination report shall not preclude the Department from imposing sanctions against United States Letter Carriers Mutual Benefit Association for potential violations of the Tennessee Insurance Law which may be revealed in the examination report, it being the intent of this Order Adopting Examination Report With Directives merely to adopt the examination report filed by the examiner-in-charge.

It is so **ORDERED**.

**ENTERED** this the 3rd day of August, 2005.

Paula A. Flowers

Paula A. Flowers, Commissioner  
Department of Commerce and Insurance  
State of Tennessee

**PREPARED FOR ENTRY:**

*Eric J. Stansell*

Eric J. Stansell (BPR# 021707)

Staff Attorney

Tennessee Department of Commerce and Insurance

500 James Robertson Parkway

Davy Crockett Tower, Fifth Floor

Nashville, Tennessee 37243

(615) 741-2199

**CERTIFICATE OF SERVICE**

The undersigned hereby certifies that a true and correct copy of the foregoing Order Adopting Examination Report as Filed has been messenger mailed to Larry C. Knight, Jr., Assistant Commissioner for Insurance, Department of Commerce and Insurance, and Don Spann, Chief Examiner, Department of Commerce and Insurance, and mailed, first class, postage prepaid, to United States Letter Carriers Mutual Benefit Association, 100 Indiana Avenue, N.W., Washington, District of Columbia 20001, on this the 5<sup>th</sup> day of August, 2005.

*Eric J. Stansell*

Eric J. Stansell

Certifying Attorney